

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

M

W-01049A  
The Morenci Water and Electric Company  
P.O. Box 68  
Morenci, AZ 85540

**RECEIVED**

**JUN 29 2005**

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**ANNUAL REPORT**

**FOR YEAR ENDING**

<b>12</b>	<b>31</b>	<b>2004</b>
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FOR COMMISSION USE

<b>ANN04</b>	<b>04</b>
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## COMPANY INFORMATION

**Company Name (Business Name)** THE MORENCI WATER & ELECTRIC COMPANY

**Mailing Address** P.O. BOX 68  
(Street)

MORENCI ARIZONA 85540  
(City) (State) (Zip)

(928) 865 2229 (928) 865 5261  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Email Address** dtrue@phelpdodge.com

**Local Office Mailing Address** same as above  
(Street)

(City) (State) (Zip)

Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

## MANAGEMENT INFORMATION

**Management Contact:** D.L. TRUE SUPERINTENDENT  
(Name) (Title)

P.O. BOX 68 MORENCI ARIZONA 85540  
(Street) (City) (State) (Zip)

(928) 865 2229 (928) 865 5261

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Email Address** dtrue@phelpsdodge.com

**On Site Manager:** same as above

(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

**Statutory Agent:** Alexis D. Zerwas  
(Name)  
**4521 US HIGHWAY 191** **MORENCI** **ARIZONA** **85540**  
(Street) (City) (State) (Zip)  
**(928) 865 6252** **(928) 865 5261**  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Attorney:** ROSHKA HEYMAN & DEWULF  
(Name)  
**400 East Van Buren Street Suite 800** **Phoenix** **AZ** **85540**  
(Street) (City) (State) (Zip)  
**(602) 256 6100** **(602) 256 6800**  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |   |  |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S)    | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)        | <input type="checkbox"/> Subchapter S Corporation (Z)                                |
| <input type="checkbox"/> Bankruptcy (B)         | <input type="checkbox"/> Association/Co-op (A)                                       |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                                   |
| <input type="checkbox"/> Other (Describe) _____ |  |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |                                   |  |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE     | <input type="checkbox"/> COCHISE  | <input type="checkbox"/> COCONINO            |
| <input type="checkbox"/> GILA       | <input type="checkbox"/> GRAHAM   | <input checked="" type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ     | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE              |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA     | <input type="checkbox"/> PINAL               |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI  | <input type="checkbox"/> YUMA                |
| <input type="checkbox"/> STATEWIDE  |                                   |  |

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights	151,165	0	151,165
304	Structures and Improvements	1,956,929	1,614,256	342,673
307	Wells and Springs			
311	Pumping Equipment	53,571	39,871	13,700
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	1,162,058	684,067	477,991
331	Transmission and Distribution Mains	660,732	484,977	175,755
333	Services	26,718	686	26,032
334	Meters and Meter Installations	75,089	4,902	70,187
335	Hydrants	427	65	362
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	45,418	45,418	0
340	Office Furniture and Equipment	91,149	24,085	67,064
341	Transportation Equipment	131,473	131,473	0
343	Tools, Shop and Garage Equipment	18,530	722	17,808
344	Laboratory Equipment	915	229	686
345	Power Operated Equipment	33,578	23,624	9,954
346	Communication Equipment			
347	Miscellaneous Equipment	25,446	24,008	1,438
348	Other Tangible Plant	52,503	2,511	49,992
	<b>TOTALS</b>	<b>4,485,701</b>	<b>3,080,894</b>	<b>1,404,807</b>

This amount goes on the Balance Sheet Acct. No. 108

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (1)</b>	<b>Depreciation Percentage (2)</b>	<b>Depreciation Expense (1x2)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights	151,165	0%	NONE
304	Structures and Improvements	1,956,929	2.92%	57,231
307	Wells and Springs			
311	Pumping Equipment	53,572	3.96%	2,126
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	1,162,058	3.05%	35,477
331	Transmission and Distribution Mains	660,732	2.47%	16,327
333	Services	26,718	1.79%	477
334	Meters and Meter Installations	75,089	5.13%	3,852
335	Hydrants	427	10.07%	43
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	45,418	-	NONE
340	Office Furniture and Equipment	91,149	18.55%	16,907
341	Transportation Equipment	131,473	-	NONE
343	Tools, Shop and Garage Equipment	18,530	2.24%	415
344	Laboratory Equipment	915	10.05%	92
345	Power Operated Equipment	33,578	11.86%	3,981
346	Communication Equipment			
347	Miscellaneous Equipment	25,446	7.41%	1,886
348	Other Tangible Plant	52,503	3.47%	1,823
	<b>TOTALS</b>	<b>4,485,702</b>		<b>140,637</b>

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
Acct. No. 403.

### **BALANCE SHEET**

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 53,945	\$ 726,315
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	206,316	436,339
146	Notes/Receivables from Associated Companies	6,667,252	7,233,841
151	Plant Material and Supplies	68,503	94,117
162	Prepayments		7,320
174	Miscellaneous Current and Accrued Assets	6,298	1,440
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$7,002,314</b>	<b>\$ 8,499,372</b>
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$8,129,643	\$19,794,524
103	Property Held for Future Use		
105	Construction Work in Progress	2,981,984	0
108	Accumulated Depreciation – Utility Plant	(3,815,613)	(4,168,902)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	<b>\$7,296,014</b>	<b>\$15,625,622</b>
	<b>TOTAL ASSETS</b>	<b>\$14,298,328</b>	<b>\$24,124,994</b>

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 8,274,590	\$ 6,824,474
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	3,454,396	11,933,439
235	Customer Deposits	22,633	30,027
236	Accrued Taxes	122,585	148,816
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	6,024	283,437
	<b>TOTAL CURRENT LIABILITIES</b>	\$11,880,228	\$19,220,193
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$0	\$0
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$0	\$0
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	36,312	36,312
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax	28,697	1,993,572
	<b>TOTAL DEFERRED CREDITS</b>	\$ 65,009	\$ 2,029,884
	Other Deferred Credits	164,139	475,750
	<b>TOTAL LIABILITIES</b>	\$12,109,376	\$ 2,505,634
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 1,413,815	\$1,413,815
211	Paid in Capital in Excess of Par Value	0	
215	Retained Earnings	775,137	985,352
218	Proprietary Capital (Sole Props and Partnerships)	0	
	<b>TOTAL CAPITAL</b>	\$2,188,952	\$2,399,167
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$14,298,328</b>	<b>\$24,124,994</b>

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
461	Metered Water Revenue	\$704,838	\$ 662,669
460	Unmetered Water Revenue		
474	Other Water Revenues	52,796	48,144
	<b>TOTAL REVENUES</b>	<b>\$757,634</b>	<b>\$ 710,813</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$330,661	\$ 312,870
610	Purchased Water	172,942	71,138
615	Purchased Power		
618	Chemicals	99,008	83,485
620	Repairs and Maintenance	49,189	31,549
621	Office Supplies and Expense	17,050	33,778
630	Outside Services	148,587	136,055
635	Water Testing	8,421	5,840
641	Rents	3,870	3,548
650	Transportation Expenses	5,368	9,346
657	Insurance – General Liability	23,500	27,696
659	Insurance - Health and Life	112,673	146,915
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	13,915	(9,607)
403	Depreciation Expense	122,215	140,637
408	Taxes Other Than Income	3,845	0
408.11	Property Taxes	46,871	33,574
409	Income Tax	(150,645)	(135,222)
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$1,007,470</b>	<b>\$ 891,602</b>
	Deferred Income Tax	(4,087)	14,591
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$(245,749)</b>	<b>\$ (195,380)</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>\$(245,749)</b>	<b>\$ (195,380)</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$(245,749)</b>	<b>\$ (195,380)</b>



**COMPANY NAME THE MORENCI WATER AND ELECTRIC CO.**

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ None

Meter Deposits Refunded During the Test Year

\$ None

**COMPANY NAME THE MORENCI WATER AND ELECTRIC CO.**

## **WATER COMPANY PLANT DESCRIPTION**

### **WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-624-247	60	500	148'	20"	8"	1972
55-624-246	60	500	148'	20"	8"	

\* Arizona Department of Water Resources Identification Number

### **OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>
PHELPS DODGE CORPORATION		

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
50	2		
5	3		
1000	2		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
750,000	1	0	
500,000	4		
101,000	1		
228,000	1		
10,000	2		
5,000	1		
7,500	1		

COMPANY NAME: THE MORENCI WATER AND ELECTRIC CO.

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	1,765	31,057,000	
FEBRUARY	1,758	27,126,000	
MARCH	1,756	32,287,000	
APRIL	1,766	35,130,000	
MAY	1,763	47,331,000	
JUNE	1,787	57,616,000	
JULY	1,787	50,046,000	
AUGUST	1,784	40,637,000	
SEPTEMBER	1,789	40,820,000	
OCTOBER	1,797	37,497,000	
NOVEMBER	1,806	28,078,000	
DECEMBER	1,795	29,604,000	
TOTAL		N/A	

Is the Water Utility located in an ADWR Active Management Area (AMA)?

( X ) Yes                      ( ) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

( ) Yes                      ( X ) No

If yes, provide the GPCPD amount: \_\_\_\_\_

What is the level of arsenic for each well on your system. 0.0032 mg/l  
(If more than one well, please list each separately.)

*Note: If you are filing for more than one system, please provide separate data sheets for each system.*

COMPANY NAME THE MORENCI WATER AND ELECTRIC CO. YEAR ENDING 12/31/2004

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2004 was: \$ 52,224.11

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

COMPANY NAME THE MORENCI WATER AND ELECTRIC CO. YEAR ENDING 12/31/2004

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported NONE  
Estimated or Actual Federal Tax Liability NONE

State Taxable Income Reported NONE  
Estimated or Actual State Tax Liability NONE

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances NONE  
Amount of Gross-Up Tax Collected NONE  
Total Grossed-Up Contributions/Advances NONE

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

*D.L. True*  
SIGNATURE

6/27/05  
DATE

D.L. TRUE  
PRINTED NAME

SUPERINTENDENT  
TITLE

RECEIVED

**VERIFICATION  
AND  
SWORN STATEMENT**  
**Intrastate Revenues Only**

MAY 03 2005

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	GREENLEE
NAME (OWNER OR OFFICIAL) TITLE	D.L. TRUE / SUPERINTENDENT
COMPANY NAME	THE MORENCI WATER AND ELECTRIC CO.

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2004 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 765,285

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 54,472  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

*D.L. True*  
SIGNATURE OF OWNER OR OFFICIAL  
928) 845-2229  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 29 DAY OF

COUNTY NAME	<u>Greenlee</u>	
MONTH	<u>April</u>	<u>2005</u>

**OFFICIAL SEAL**  
**ROBERTA A. TAYLOR**  
NOTARY PUBLIC - State of Arizona  
GREENLEE COUNTY  
My Comm. Expires June 10, 2005  
MY COMMISSION EXPIRES June 10, 2005

*Roberta A. Taylor*  
SIGNATURE OF NOTARY PUBLIC

VERIFICATION  
AND

SWORN STATEMENT  
**RESIDENTIAL REVENUE**  
INTRASTATE REVENUES ONLY

RECEIVED

MAY 13 2005

AZ Corporation Commission  
Director Of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

COUNTY OF (COUNTY NAME) GREENLEE	
NAME (OWNER OR OFFICIAL) D.L. TRUE	TITLE SUPERINTENDENT
COMPANY NAME THE MORENCI WATER AND ELECTRIC CO.	

MONTH	DAY	YEAR
12	31	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

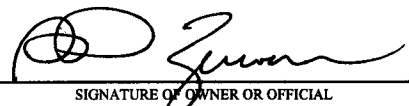
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2004 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 439,687

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 30,323  
IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

  
SIGNATURE OF OWNER OR OFFICIAL  
928-865-6250  
TELEPHONE NUMBER

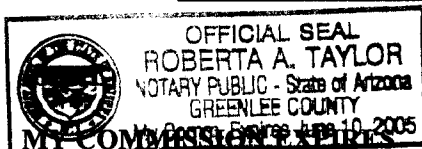
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

2nd

DAY OF



NOTARY PUBLIC NAME <u>Roberta A. Milligan / Roberta A. Taylor</u>	
COUNTY NAME <u>Greenlee</u>	
MONTH <u>5</u>	<u>20 05</u>

X   
SIGNATURE OF NOTARY PUBLIC

**Morenci Water & Electric  
Morenci, Arizona**

VENDOR: Greenlee County Treasurer

DATE: 10/28/04

**16150**

Invoice Number	Invoice Date	Amount	Discount	Net Amount
09/29/04	09/29/04	21,117.67		21,117.67
<b>TOTALS:</b>		<b>\$21,117.67</b>	<b>\$21,117.67</b>	<b>\$21,117.67</b>

The attached check is in payment for items described above.

PAGE 1 of 1

**The Morenci Water & Electric Company  
P.O. Box 68  
Morenci, AZ 85540-0068**

The Stockmen's Bank  
1 Morenci Plaza Morenci Az 85540

91-504  
1221

**16150**

DATE

10/28/04

AMOUNT

\*\*\*\*\*\$21,117.67

NOT VALID AFTER 180 DAYS

PAY  
TO THE  
ORDER  
OF:

Greenlee County Treasurer  
PO Box 1227  
Clifton AZ 85533

**NON-NEGOTIABLE**

AUTHORIZED SIGNATURE

\*\*\*\*COPY\*\*\*\*COPY\*\*\*\*COPY\*\*\*\*COPY\*\*\*\*COPY\*\*\*\*




**15781**

The attached check is in payment for items described above.


**\$31,106.44**

**NOT VALID AFTER 180 DAYS**

**,OPY\*\*\*\*COPY\*\*\*\*COPY\*\*\*\*COPY\*\*\*\*COPY\*\*\*\***

<b>The Morenci Water &amp; Electric Company</b> P.O. Box 68 Morenci, AZ 85540-0068		The Stockmen's Bank 1 Morenci Plaza Morenci AZ 85540	2126 1221	<b>16150</b>
PAY <i>Twenty one thousand one hundred seventeen and 67/100 Dollars</i>		<b>DATE</b> 10/28/04	<b>AMOUNT</b> *****\$21,117.67	NOT VALID AFTER 180 DAYS
TO THE ORDER OF: Greenlee County Treasurer PO Box 1227 Clifton AZ 85533		 AUTHORIZED SIGNATURE		
*00016150* 0122105045: 3601000775* *0002111767*				

Ck# 16150 Date 11/01/04 Amt \$21,117.67

<b>The Morenci Water &amp; Electric Company</b> P.O. Box 68 Morenci, AZ 85540-0068		The Stockmen's Bank 1 Morenci Plaza Morenci AZ 85540	2126 1221	<b>15781</b>
PAY <i>Thirty one thousand one hundred six and 44/100 Dollars</i>		<b>DATE</b> 04/28/04	<b>AMOUNT</b> *****\$31,106.44	NOT VALID AFTER 180 DAYS
TO THE ORDER OF: Greenlee County Treasurer PO Box 1227 Clifton AZ 85533		 AUTHORIZED SIGNATURE		
*00015781* 0122105045: 3601000775* *0003110644*				

Ck# 15781 Date 04/30/04 Amt \$31,106.44